

## Management's Responsibility

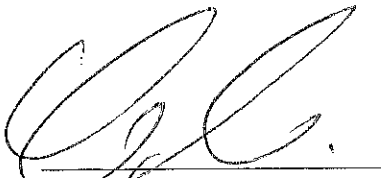
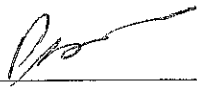
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The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Prairie Strong, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

  
\_\_\_\_\_  
Mayor  
\_\_\_\_\_  
Administrator

## INDEPENDENT AUDITORS' REPORT

To: The Mayor and Council  
Village of Dysart

### ***Qualified Opinion***

We have audited the consolidated financial statements of Village of Dysart (the Municipality) which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Village of Dysart as at December 31, 2022, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### ***Basis for Qualified Opinion***

In common with many organizations, the Dysart Recreation Boards derive revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Dysart Recreation Boards. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended December 31, 2022 and 2021, current assets as at December 31, 2022 and 2021 and net assets as at January 1 and December 31 for both the 2022 and 2021 years. Our audit opinion on the consolidated financial statements for the year ended December 31, 2022 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### ***Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements***

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

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***Auditor's Responsibilities for the Audit of the Consolidated Financial Statements***

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Prairie Strong*

PRAIRIE STRONG  
Chartered Professional Accountants

Melville, Saskatchewan  
April 11, 2023

**Village of Dysart**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2022**

	2022	Statement 1 2021
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	439,138	479,197
Taxes Receivable - Municipal (Note 3)	25,505	18,600
Other Accounts Receivable (Note 4)	44,484	35,218
Assets Held for Sale (Note 5)	1	1
Long-Term Investments (Note 6)	2,621	2,569
Debt Charges Recoverable	-	-
Other	-	-
<b>Total Financial Assets</b>	<b>511,749</b>	<b>535,585</b>
<b>LIABILITIES</b>		
Bank Indebtedness	-	-
Accounts Payable	9,121	11,058
Accrued Liabilities Payable	-	-
Deposits	7,776	7,676
Deferred Revenue (Note 7)	6,755	6,255
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 8)	-	-
Lease Obligations	-	-
<b>Total Liabilities</b>	<b>23,652</b>	<b>24,989</b>
<b>NET FINANCIAL ASSETS</b>	<b>488,097</b>	<b>510,596</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	1,194,267	1,157,645
Prepayments and Deferred Charges	528	676
Stock and Supplies	8,763	8,394
Other	-	-
<b>Total Non-Financial Assets</b>	<b>1,203,558</b>	<b>1,166,715</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>1,691,655</b>	<b>1,677,311</b>

Contingent Liabilities (Note 9)

*The accompanying notes and schedules are an integral part of these statements.*

See Accompanying Notes

**Village of Dysart**  
**Consolidated Statement of Operations**  
**As at December 31, 2022**

	<b>2022 Budget</b>	<b>2022</b>	<b>Statement 2 2021</b>
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	237,980	239,766	225,763
Fees and Charges (Schedule 4, 5)	151,040	297,442	290,134
Conditional Grants (Schedule 4, 5)	18,280	22,059	17,676
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	8,060
Land Sales - Gain (Schedule 4, 5)	3,000	3,000	-
Investment Income and Commissions (Schedule 4, 5)	500	1,414	508
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	250	10,000	290
<b>Total Revenues</b>	<b>411,050</b>	<b>573,681</b>	<b>542,431</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	147,230	144,601	138,137
Protective Services (Schedule 3)	20,570	31,651	23,991
Transportation Services (Schedule 3)	63,190	83,237	59,282
Environmental and Public Health Services (Schedule 3)	34,510	36,036	34,120
Planning and Development Services (Schedule 3)	24,230	58,757	28,849
Recreation and Cultural Services (Schedule 3)	46,470	136,498	103,511
Utility Services (Schedule 3)	93,820	87,622	78,636
Restructurings (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>430,020</b>	<b>578,402</b>	<b>466,526</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>(18,970)</b>	<b>(4,721)</b>	<b>75,905</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	25,240	19,065	57,458
<b>Surplus of Revenues over Expenses</b>	<b>6,270</b>	<b>14,344</b>	<b>133,363</b>
<b>Accumulated Surplus, Beginning of Year</b>	<b>1,677,311</b>	<b>1,677,311</b>	<b>1,543,948</b>
<b>Accumulated Surplus, End of Year</b>	<b>1,683,581</b>	<b>1,691,655</b>	<b>1,677,311</b>

*The accompanying notes and schedules are an integral part of these statements.*

**Village of Dysart**  
**Consolidated Statement of Change in Net Financial Assets**  
**As at December 31, 2022**

	2022 Budget	2022	Statement 3 2021
<b>Surplus of Revenues over Expenses</b>	6,270	14,344	133,363
(Acquisition) of tangible capital assets	-	(112,732)	(32,481)
Amortization of tangible capital assets	72,450	76,110	72,862
Proceeds on disposal of tangible capital assets	-	-	8,060
Loss (gain) on the disposal of tangible capital assets	-	-	(8,060)
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (Deficit) of capital expenses over expenditures</b>	<b>72,450</b>	<b>(36,622)</b>	<b>40,381</b>
(Acquisition) of supplies inventories	-	(8,763)	(8,394)
(Acquisition) of prepaid expense	-	(528)	(676)
Consumption of supplies inventory	-	8,394	4,362
Use of prepaid expense	-	676	560
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>(221)</b>	<b>(4,148)</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>78,720</b>	<b>(22,499)</b>	<b>169,596</b>
<b>Net Financial Assets - Beginning of Year</b>	<b>510,596</b>	<b>510,596</b>	<b>341,000</b>
<b>Net Financial Assets - End of Year</b>	<b>589,316</b>	<b>488,097</b>	<b>510,596</b>

*The accompanying notes and schedules are an integral part of these statements.*

**Village of Dysart**  
**Consolidated Statement of Cash Flow**  
**As at December 31, 2022**

Statement 4  
2021

	<b>2022</b>	<b>2021</b>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus of Revenues over Expenses	14,344	133,363
Amortization	76,111	72,862
Loss (gain) on disposal of tangible capital assets	-	(8,060)
	<u>90,455</u>	<u>198,165</u>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	(6,905)	(2,695)
Other Receivables	(9,266)	2,105
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(1,937)	(24,641)
Deposits	100	(100)
Deferred Revenue	500	1,250
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	(369)	(4,032)
Prepayments and Deferred Charges	148	(116)
Other	-	-
<b>Cash provided by operating transactions</b>	<b>72,726</b>	<b>169,936</b>
<b>Capital:</b>		
Cash used to acquire tangible capital assets	(112,733)	(32,481)
Proceeds on sale of tangible capital assets	-	8,060
Other capital	-	-
<b>Cash applied to capital transactions</b>	<b>(112,733)</b>	<b>(24,421)</b>
<b>Investing:</b>		
Proceeds on disposal of investments	(52)	(30)
Acquisition in investment	-	-
<b>Cash provided by (applied to) investing transactions</b>	<b>(52)</b>	<b>(30)</b>
<b>Financing:</b>		
Debt charges recovered	-	-
Proceeds from debt issues	-	-
Debt repayment	-	-
Other financing	-	-
<b>Cash provided by (applied to) financing transactions</b>	<b>-</b>	<b>-</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>(40,059)</b>	<b>145,485</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>479,197</b>	<b>333,712</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>439,138</b>	<b>479,197</b>

The accompanying notes and schedules are an integral part of these statements.